

Fill in this information to identify your case:

United States Bankruptcy Court for the:

EASTERN DISTRICT OF PENNSYLVANIA

Case number (if known) Chapter 11

☐ Check if this an amended filing

Official Form 201

Voluntary Petition for Non-Individuals Filing for Bankruptcy

06/22

If more space is needed, attach a separate sheet to this form. On the top of any additional pages, write the debtor's name and the case number (if known). For more information, a separate document, *Instructions for Bankruptcy Forms for Non-Individuals*, is available.

1. Debtor's name	New Way Machine Components, Inc.	
2. All other names debtor used in the last 8 years Include any assumed names, trade names and doing business as names	TA New Way Air Bearings TA New Way Precision	
3. Debtor's federal Employer Identification Number (EIN)	23-2749884	
4. Debtor's address	Principal place of business 50 McDonald Boulevard Aston, PA 19014 Number, Street, City, State & ZIP Code Delaware County	Mailing address, if different from principal place of business P.O. Box, Number, Street, City, State & ZIP Code Location of principal assets, if different from principal place of business Number, Street, City, State & ZIP Code
5. Debtor's website (URL)	www.newwayairbearings.com	
6. Type of debtor	<input checked="" type="checkbox"/> Corporation (including Limited Liability Company (LLC) and Limited Liability Partnership (LLP)) <input type="checkbox"/> Partnership (excluding LLP) <input type="checkbox"/> Other. Specify:	

Debtor New Way Machine Components, Inc.
Name

Case number (if known) _____

7. Describe debtor's business A. Check one:

- ☐ Health Care Business (as defined in 11 U.S.C. § 101(27A))
☐ Single Asset Real Estate (as defined in 11 U.S.C. § 101(51B))
☐ Railroad (as defined in 11 U.S.C. § 101(44))
☐ Stockbroker (as defined in 11 U.S.C. § 101(53A))
☐ Commodity Broker (as defined in 11 U.S.C. § 101(6))
☐ Clearing Bank (as defined in 11 U.S.C. § 781(3))
☒ None of the above

B. Check all that apply

- ☐ Tax-exempt entity (as described in 26 U.S.C. § 501)
☐ Investment company, including hedge fund or pooled investment vehicle (as defined in 15 U.S.C. § 80a-3)
☐ Investment advisor (as defined in 15 U.S.C. § 80b-2(a)(11))

C. NAICS (North American Industry Classification System) 4-digit code that best describes debtor. See <http://www.uscourts.gov/four-digit-national-association-naics-codes>.

3327

8. Under which chapter of the Bankruptcy Code is the debtor filing?

A debtor who is a "small business debtor" must check the first sub-box. A debtor as defined in § 1182(1) who elects to proceed under subchapter V of chapter 11 (whether or not the debtor is a "small business debtor") must check the second sub-box.

Check one:

- ☐ Chapter 7
☐ Chapter 9

☒ Chapter 11. Check all that apply:

- ☐ The debtor is a small business debtor as defined in 11 U.S.C. § 101(51D), and its aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$3,024,725. If this sub-box is selected, attach the most recent balance sheet, statement of operations, cash-flow statement, and federal income tax return or if any of these documents do not exist, follow the procedure in 11 U.S.C. § 1116(1)(B).
☒ The debtor is a debtor as defined in 11 U.S.C. § 1182(1), its aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$7,500,000, and it chooses to proceed under Subchapter V of Chapter 11. If this sub-box is selected, attach the most recent balance sheet, statement of operations, cash-flow statement, and federal income tax return, or if any of these documents do not exist, follow the procedure in 11 U.S.C. § 1116(1)(B).
☐ A plan is being filed with this petition.
☐ Acceptances of the plan were solicited prepetition from one or more classes of creditors, in accordance with 11 U.S.C. § 1126(b).
☐ The debtor is required to file periodic reports (for example, 10K and 10Q) with the Securities and Exchange Commission according to § 13 or 15(d) of the Securities Exchange Act of 1934. File the Attachment to Voluntary Petition for Non-Individuals Filing for Bankruptcy under Chapter 11 (Official Form 201A) with this form.
☐ The debtor is a shell company as defined in the Securities Exchange Act of 1934 Rule 12b-2.

☐ Chapter 12

9. Were prior bankruptcy cases filed by or against the debtor within the last 8 years?

If more than 2 cases, attach a separate list.

- ☒ No.
☐ Yes.

District _____
 District _____

When _____
 When _____

Case number _____
 Case number _____

Debtor **New Way Machine Components, Inc.**
Name

Case number (if known)

10. Are any bankruptcy cases pending or being filed by a business partner or an affiliate of the debtor?
- ☒ No
☐ Yes.

List all cases. If more than 1, attach a separate list

Debtor
District

When

Relationship

Case number, if known

11. Why is the case filed in this district?

Check all that apply:

- ☒ Debtor has had its domicile, principal place of business, or principal assets in this district for 180 days immediately preceding the date of this petition or for a longer part of such 180 days than in any other district.
- ☐ A bankruptcy case concerning debtor's affiliate, general partner, or partnership is pending in this district.

12. Does the debtor own or have possession of any real property or personal property that needs immediate attention?

☒ No

☐ Yes.

Answer below for each property that needs immediate attention. Attach additional sheets if needed.

Why does the property need immediate attention? (Check all that apply.)

- ☐ It poses or is alleged to pose a threat of imminent and identifiable hazard to public health or safety.

What is the hazard?

- ☐ It needs to be physically secured or protected from the weather.

- ☐ It includes perishable goods or assets that could quickly deteriorate or lose value without attention (for example, livestock, seasonal goods, meat, dairy, produce, or securities-related assets or other options).

- ☐ Other

Where is the property?

Number, Street, City, State & ZIP Code

Is the property insured?

☐ No

☐ Yes. Insurance agency

Contact name

Phone

Statistical and administrative information

13. Debtor's estimation of available funds

Check one:

- ☒ Funds will be available for distribution to unsecured creditors.
- ☐ After any administrative expenses are paid, no funds will be available to unsecured creditors.

14. Estimated number of creditors

☐ 1-49

☒ 50-99

☐ 100-199

☐ 200-999

☐ 1,000-5,000

☐ 5001-10,000

☐ 10,001-25,000

☐ 25,001-50,000

☐ 50,001-100,000

☐ More than 100,000

15. Estimated Assets

☐ \$0 - \$50,000

☐ \$50,001 - \$100,000

☐ \$100,001 - \$500,000

☐ \$500,001 - \$1 million

☒ \$1,000,001 - \$10 million

☐ \$10,000,001 - \$50 million

☐ \$50,000,001 - \$100 million

☐ \$100,000,001 - \$500 million

☐ \$500,000,001 - \$1 billion

☐ \$1,000,000,001 - \$10 billion

☐ \$10,000,000,001 - \$50 billion

☐ More than \$50 billion

16. Estimated liabilities

☐ \$0 - \$50,000

☒ \$1,000,001 - \$10 million

☐ \$500,000,001 - \$1 billion

Debtor

New Way Machine Components, Inc.

Case number (if known)

Name

☐ \$50,001 - \$100,000☐ \$100,001 - \$500,000☐ \$500,001 - \$1 million☐ \$10,000,001 - \$50 million☐ \$50,000,001 - \$100 million☐ \$100,000,001 - \$500 million☐ \$1,000,000,001 - \$10 billion☐ \$10,000,000,001 - \$50 billion☐ More than \$50 billion

Debtor New Way Machine Components, Inc.
Name

Case number (if known)

Request for Relief, Declaration, and Signatures

WARNING -- Bankruptcy fraud is a serious crime. Making a false statement in connection with a bankruptcy case can result in fines up to \$500,000 or imprisonment for up to 20 years, or both. 18 U.S.C. §§ 152, 1341, 1519, and 3571.

**17. Declaration and signature
of authorized
representative of debtor**

The debtor requests relief in accordance with the chapter of title 11, United States Code, specified in this petition.

I have been authorized to file this petition on behalf of the debtor.

I have examined the information in this petition and have a reasonable belief that the information is true and correct.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on April 22, 2024

MM / DD / YYYY

X

Signature of authorized representative of debtor

Title Chairman/CEO

Andrew J. Devitt

Printed name

18. Signature of attorney

X

Signature of attorney for debtor

Date April 22, 2024

MM / DD / YYYY

Aris J. Karalis Esquire

Printed name

Karalis PC

Firm name

1900 Spruce Street
Philadelphia, PA 19103

Number, Street, City, State & ZIP Code

Contact phone (215) 546-4500

Email address akaralis@karalislaw.com

52836 PA

Bar number and State



- 2 -

NEW WAY MACHINE COMPONENTS, INC.
T/A NEW WAY AIR BEARINGS

Consolidated Balance Sheets

December 31, 2022 and 2021

(See Independent Accountants' Review Report)

<u>ASSETS</u>	2022	2021
Current:		
Cash and Cash Equivalents	\$ 649,310	\$ 338,950
Accounts Receivable, Net	2,217,371	1,143,105
Grant Receivable	430,030	402,921
Inventories, Net	3,665,366	2,585,286
Prepaid Expenses	72,056	59,041
Stockholder Advances	5,278	20,492
TOTAL CURRENT ASSETS	7,039,411	4,549,795
Equipment and Leasehold Improvements, Net of Accumulated Depreciation	1,244,292	1,224,280
Other:		
Operating Lease Right of Use Asset	1,468,745	0
Goodwill, Net of Accumulated Amortization	0	885
Intangible Assets, Net of Accumulated Amortization	27,660	30,654
TOTAL OTHER ASSETS	1,496,405	31,539
TOTAL ASSETS	\$ 9,780,108	\$ 5,805,614
<u>LIABILITIES</u>		
Current:		
Notes Payable - Demand	\$ 2,700,000	\$ 0
Current Portion of Long-Term Debt	182,296	183,377
Current Portion of Operating Lease Liabilities	280,113	0
Accounts Payable	1,061,645	505,532
Customer Deposits	90,860	311,699
Accrued Expenses	192,363	87,308
TOTAL CURRENT LIABILITIES	4,507,277	1,087,916
Long-Term:		
Notes Payable - Long-Term Debt, Net of Current Maturities	706,469	288,062
Long-Term Portion of Operating Lease Liabilities	1,213,883	0
TOTAL LONG-TERM LIABILITIES	1,920,352	288,062
TOTAL LIABILITIES	6,427,629	1,375,978
<u>STOCKHOLDERS' EQUITY</u>		
Common Stock	21,284	21,284
Note Receivable - Stock	0	(32,490)
Retained Earnings	4,400,497	5,510,144
	4,421,781	5,498,938
Less: Treasury Stock (At Cost), 5,892 Shares	(1,069,302)	(1,069,302)
TOTAL STOCKHOLDERS' EQUITY	3,352,479	4,429,636
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 9,780,108	\$ 5,805,614

The accompanying notes are an integral part of these statements.



- 3 -

NEW WAY MACHINE COMPONENTS, INC.
T/A NEW WAY AIR BEARINGS
Consolidated Statements of Operations and Retained Earnings
For the Years Ended December 31, 2022 and 2021
(See Independent Accountants' Review Report)

	<u>2022</u>	<u>2021</u>
Sales	\$ 13,163,522	\$ 10,017,792
Cost of Sales	<u>7,956,572</u>	<u>5,344,859</u>
GROSS PROFIT	5,206,950	4,672,933
Operating Expenses:		
Selling, General and Administrative Expenses	<u>4,707,646</u>	<u>4,844,707</u>
OPERATING INCOME (LOSS)	<u>499,304</u>	<u>(171,774)</u>
Other Income (Expense):		
Miscellaneous Income	34,728	16,648
Grant Income - Employee Retention Credit	0	917,156
Grant Income - Paycheck Protection Program	0	977,897
Obsolete Inventory	(1,192,816)	0
Interest Expense	<u>(77,655)</u>	<u>(21,473)</u>
TOTAL OTHER INCOME (EXPENSE)	<u>(1,235,743)</u>	<u>1,890,228</u>
NET INCOME (LOSS)	(736,439)	1,718,454
Retained Earnings - Beginning	5,510,144	3,851,198
Adoption of ASU 2016-02, Topic 842	(267,627)	0
Less: Distributions	<u>(105,581)</u>	<u>(59,508)</u>
RETAINED EARNINGS - ENDING	<u>\$ 4,400,497</u>	<u>\$ 5,510,144</u>

The accompanying notes are an integral part of these statements.



- 4 -

NEW WAY MACHINE COMPONENTS, INC.

T/A NEW WAY AIR BEARINGS

Consolidated Statements of Cash Flows

For the Years Ended December 31, 2022 and 2021

(See Independent Accountants' Review Report)

	<u>2022</u>	<u>2021</u>
Cash Flows From Operating Activities:		
Net Income (Loss)	\$ (736,439)	\$ 1,718,454
Adjustments to Reconcile Net Income (Loss) to		
Net Cash Provided (Used) By Operating Activities:		
Depreciation and Amortization	304,458	245,998
Increase in Deferred Rent from Operating Lease - Right of Use Asset	25,251	0
Loss on Obsolete Inventory	1,192,816	0
Increase in:		
Accounts Receivable	(1,074,266)	(395,293)
Grant Receivable	(27,109)	(402,921)
Inventories	(2,272,896)	(817,115)
Prepaid Expenses	(13,015)	(19,779)
Increase (Decrease) in:		
Accounts Payable	556,113	281,943
Customer Deposits	(220,839)	206,604
Accrued Expenses	105,055	6,906
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>(2,160,871)</u>	<u>824,797</u>
Cash Flows From Investing Activities:		
Purchase of Equipment and Leasehold Improvements	0	(1,377)
Stockholder Advances	15,214	(20,492)
Notes Receivable - Stockholders	32,490	0
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<u>47,704</u>	<u>(21,869)</u>
Cash Flows From Financing Activities:		
Net Advances (Payments) Under Line of Credit Agreement	2,700,000	(220,660)
Payments of Debt Obligations	(183,281)	(246,567)
Proceeds from Debt Borrowings	12,389	0
Stockholders Distributions	(105,581)	(59,508)
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	<u>2,423,527</u>	<u>(526,735)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	310,360	276,193
Cash and Cash Equivalents - Beginning	<u>338,950</u>	<u>62,757</u>
CASH AND CASH EQUIVALENTS - ENDING	<u>\$ 649,310</u>	<u>\$ 338,950</u>
<u>Supplemental Disclosures of Cash Flow Information:</u>		
Cash Paid During the Year for Interest	<u>\$ 77,655</u>	<u>\$ 21,473</u>
<u>Supplemental Schedule of Non-Cash Investing and Financing Activities:</u>		
Debt Obligation Incurred for Reduction in Note Payable - Demand	<u>\$ 0</u>	<u>\$ 77,183</u>
Debt Obligation Incurred for the Purchase of Equipment and		
Leasehold Improvements	<u>\$ 588,218</u>	<u>\$ 181,716</u>

The accompanying notes are an integral part of these statements.

Form **1120-S**Department of the Treasury
Internal Revenue Service**U.S. Income Tax Return for an S Corporation**Do not file this form unless the corporation has filed or
is attaching Form 2553 to elect to be an S corporation.
Go to www.irs.gov/Form1120S for instructions and the latest information.

OMB No. 1545-0123

2022

For calendar year 2022 or tax year beginning , ending

A S election effective date 01/01/03	TYPE OR PRINT	Name NEW WAY MACHINE COMPONENTS, INC.	D Employer identification number 23-2749884
B Business activity code number (see instructions) 332700		Number, street, and room or suite no. If a P.O. box, see instructions. 50 MCDONALD BLVD.	E Date incorporated 01/01/1994
C Check if Sch. M-3 attached <input type="checkbox"/>		City or town, state or province, country, and ZIP or foreign postal code ASTON PA 19014	F Total assets (see instructions) \$ 9,777,608

G Is the corporation electing to be an S corporation beginning with this tax year? See instructions. ☐ Yes ☒ No

H Check if: (1) ☐ Final return (2) ☐ Name change (3) ☐ Address change (4) ☐ Amended return (5) ☐ S election termination

I Enter the number of shareholders who were shareholders during any part of the tax year **2**

J Check if corporation: (1) ☐ Aggregated activities for section 465 at-risk purposes (2) ☐ Grouped activities for section 469 passive activity purposes

Caution: Include **only** trade or business income and expenses on lines 1a through 21. See the instructions for more information.

Income	1a Gross receipts or sales	1a	13,163,522	
	b Returns and allowances	1b		
	c Balance. Subtract line 1b from line 1a	1c	13,163,522	
	2 Cost of goods sold (attach Form 1125-A)	2	9,320,012	
	3 Gross profit. Subtract line 2 from line 1c	3	3,843,510	
	4 Net gain (loss) from Form 4797, line 17 (attach Form 4797)	4		
Deductions (see instructions for limitations)	5 Other income (loss) (see instructions—attach statement)	5	SEE STMT 1	34,728
	6 Total income (loss). Add lines 3 through 5	6	3,878,238	
	7 Compensation of officers (see instructions—attach Form 1125-E)	7	591,431	
	8 Salaries and wages (less employment credits)	8	1,917,201	
	9 Repairs and maintenance	9	45,236	
	10 Bad debts	10		
	11 Rents	11	73,658	
	12 Taxes and licenses	12	251,912	
	13 Interest (see instructions)	13	77,655	
	14 Depreciation from Form 4562 not claimed on Form 1125-A or elsewhere on return (attach Form 4562)	14	196,184	
	15 Depletion (Do not deduct oil and gas depletion.)	15		
	16 Advertising	16	15,432	
	17 Pension, profit-sharing, etc., plans	17	72,610	
	18 Employee benefit programs	18	843,730	
	19 Other deductions (attach statement)	19	SEE STMT 2	791,352
	20 Total deductions. Add lines 7 through 19	20	4,876,401	
	21 Ordinary business income (loss). Subtract line 20 from line 6	21	-998,163	
Tax and Payments	22a Excess net passive income or LIFO recapture tax (see instructions)	22a		
	b Tax from Schedule D (Form 1120-S)	22b		
	c Add lines 22a and 22b (see instructions for additional taxes)	22c		
	23a 2022 estimated tax payments and 2021 overpayment credited to 2022	23a		
	b Tax deposited with Form 7004	23b		
	c Credit for federal tax paid on fuels (attach Form 4136)	23c		
	d Add lines 23a through 23c	23d		
	24 Estimated tax penalty (see instructions). Check if Form 2220 is attached <input type="checkbox"/>	24		
	25 Amount owed. If line 23d is smaller than the total of lines 22c and 24, enter amount owed	25		
	26 Overpayment. If line 23d is larger than the total of lines 22c and 24, enter amount overpaid	26		
27 Enter amount from line 26: Credited to 2023 estimated tax Refunded	27			

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

May the IRS discuss this return with the preparer shown below? See instructions. ☒ Yes ☐ No**PRESIDENT**Signature of officer **NICHOLAS R. HACKETT**

Date

Title

Paid Preparer Use Only

Print/Type preparer's name

WILLIAM H. DONAHUE

Preparer's signature

Date

Check ☐ if

self-employed

PTIN

P00148323Firm's name **RAINER & COMPANY**Firm's EIN **23-2183936**Firm's address **2 CAMPUS BLVD STE 220****NEWTOWN SQUARE, PA****19073-3270**Phone no. **610-353-4610**

Form 1120-S (2022) **NEW WAY MACHINE COMPONENTS, INC.** 23-2749884

Page :

Schedule B Other Information (see instructions) (continued)

	Yes	No
12 During the tax year, did the corporation have any non-shareholder debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt?		X
If "Yes," enter the amount of principal reduction		
13 During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If "Yes," see instructions		X
14a Did the corporation make any payments in 2022 that would require it to file Form(s) 1099?	X	
b If "Yes," did or will the corporation file required Form(s) 1099?	X	
15 Is the corporation attaching Form 8996 to certify as a Qualified Opportunity Fund?		X
If "Yes," enter the amount from Form 8996, line 15		

Schedule K Shareholders' Pro Rata Share Items

		Total amount
Income (Loss)	1 Ordinary business income (loss) (page 1, line 21)	1 -998,163
	2 Net rental real estate income (loss) (attach Form 8825)	2
	3a Other gross rental income (loss)	3a
	b Expenses from other rental activities (attach statement)	3b
	c Other net rental income (loss). Subtract line 3b from line 3a	3c
	4 Interest income	4
	5 Dividends: a Ordinary dividends	5a
	b Qualified dividends	5b
	6 Royalties	6
	7 Net short-term capital gain (loss) (attach Schedule D (Form 1120-S))	7
Deductions	8a Net long-term capital gain (loss) (attach Schedule D (Form 1120-S))	8a
	b Collectibles (28%) gain (loss)	8b
	c Unrecaptured section 1250 gain (attach statement)	8c
	9 Net section 1231 gain (loss) (attach Form 4797)	9
Deductions	10 Other income (loss) (see instructions)	10
	11 Section 179 deduction (attach Form 4562)	11
	12a Charitable contributions	12a SEE STMT 3 258
	b Investment interest expense	12b
Credits	c Section 59(e)(2) expenditures	12c
	d Other deductions (see instructions)	12d
	13a Low-income housing credit (section 42(j)(5))	13a
	b Low-income housing credit (other)	13b
	c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468, if applicable)	13c
	d Other rental real estate credits (see instructions)	13d
	e Other rental credits (see instructions)	13e
Inter-national	f Biofuel producer credit (attach Form 6478)	13f
	g Other credits (see instructions)	13g
Alternative Minimum Tax (AMT) Items	14 Attach Schedule K-2 (Form 1120-S), Shareholders' Pro Rata Share Items—International, and check this box to indicate you are reporting items of international tax relevance <input type="checkbox"/>	
	15a Post-1986 depreciation adjustment	15a -132
	b Adjusted gain or loss	15b
	c Depletion (other than oil and gas)	15c
	d Oil, gas, and geothermal properties – gross income	15d
	e Oil, gas, and geothermal properties – deductions	15e
Items Affecting Shareholder Basis	f Other AMT items (attach statement)	15f
	16a Tax-exempt interest income	16a
	b Other tax-exempt income	16b
	c Nondeductible expenses	16c
	d Distributions (attach statement if required) (see instructions)	16d 105,581
	e Repayment of loans from shareholders	16e
	f Foreign taxes paid or accrued	16f

Form 1120-S (2022)

Form 1120-S (2022) **NEW WAY MACHINE COMPONENTS, INC.** 23-2749884

Page 1

Schedule K Shareholders' Pro Rata Share Items (continued)		Total amount	
Other Information	17a Investment income	17a	
	b Investment expenses	17b	
	c Dividend distributions paid from accumulated earnings and profits	17c	
	d Other items and amounts (attach statement) SEE STATEMENT 4		
Reconciliation	18 Income (loss) reconciliation. Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and 16f	18	-998,421

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash		336,450		646,810
2a	Trade notes and accounts receivable	1,145,105		2,219,371	
b	Less allowance for bad debts	(2,000)	1,143,105	(2,000)	2,217,371
3	Inventories		2,585,286		3,665,366
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (attach statement) STMT 5		514,944		565,642
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (attach statement)				
10a	Buildings and other depreciable assets	3,689,136		4,219,077	
b	Less accumulated depreciation	(2,464,857)	1,224,279	(3,033,063)	1,186,014
11a	Depletable assets				
b	Less accumulated depletion	()		()	
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)	68,134		68,134	
b	Less accumulated amortization	(36,596)	31,538	(40,474)	27,660
14	Other assets (attach statement) STMT 6				1,468,745
15	Total assets		5,835,602		9,777,608
Liabilities and Shareholders' Equity					
16	Accounts payable		505,543		1,061,658
17	Mortgages, notes, bonds payable in less than 1 year		183,377		3,162,409
18	Other current liabilities (attach statement) STMT 7		399,007		283,223
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more		288,062		1,920,352
21	Other liabilities (attach statement)				
22	Capital stock		1,000		1,000
23	Additional paid-in capital		20,284		20,284
24	Retained earnings		5,507,631		4,397,984
25	Adjustments to shareholders' equity (attach statement)				
26	Less cost of treasury stock		(1,069,302)		(1,069,302)
27	Total liabilities and shareholders' equity		5,835,602		9,777,608

Form 1120-S (2022)

Form 1120-S (2022) **NEW WAY MACHINE COMPONENTS, INC.** 23-2749884

Page

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return

Note: The corporation may be required to file Schedule M-3. See instructions.

1	Net income (loss) per books	-736,439	5	Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):	
2	Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize)		a	Tax-exempt interest \$	
3	Expenses recorded on books this year not included on Schedule K, lines 1 through 12 and 16f (itemize):		6	Deductions included on Schedule K, lines 1 through 12 and 16f, not charged against book income this year (itemize):	
a	Depreciation \$		a	Depreciation \$	249,591
b	Travel and entertainment \$		STMT 9		64,588
STMT 8	52,197	52,197	7	Add lines 5 and 6	314,179
4	Add lines 1 through 3	-684,242	8	Income (loss) (Schedule K, line 18). Subtract line 7 from line 4	-998,421

Schedule M-2 Analysis of Accumulated Adjustments Account, Shareholders' Undistributed Taxable Income Previously Taxed, Accumulated Earnings and Profits, and Other Adjustments Account
(see instructions)

	(a) Accumulated adjustments account	(b) Shareholders' undistributed taxable income previously taxed	(c) Accumulated earnings and profits	(d) Other adjustments account
1	Balance at beginning of tax year	2,582,959		1,865,135
2	Ordinary income from page 1, line 21			
3	Other additions			
4	Loss from page 1, line 21	(998,163)		
5	Other reductions	(258)		
6	Combine lines 1 through 5	1,584,538		1,865,135
7	Distributions	105,581		
8	Balance at end of tax year. Subtract line 7 from line 6	1,478,957		1,865,135

Form 1120-S (2022)

Form **1125-A****Cost of Goods Sold**

(Rev. November 2018)

Department of the Treasury
Internal Revenue Service◆ Attach to Form 1120, 1120-C, 1120-F, 1120S, or 1065.
◆ Go to www.irs.gov/Form1125A for the latest information.

OMB No. 1545-0123

Name

Employer identification number

NEW WAY MACHINE COMPONENTS, INC.**23-2749884**

1	Inventory at beginning of year	1	2,585,286
2	Purchases	2	4,660,024
3	Cost of labor	3	2,485,761
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule) STMT 11	5	3,254,307
6	Total. Add lines 1 through 5	6	12,985,378
7	Inventory at end of year	7	3,665,366
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return. See instructions	8	9,320,012

9a Check all methods used for valuing closing inventory:

(i) ☐ Cost

(ii) ☒ Lower of cost or market

(iii) ☐ Other (Specify method used and attach explanation.) ◆

b Check if there was a writedown of subnormal goods ◆ ☐

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ◆ ☐

d If the LIFO inventory method was used for this tax year, enter amount of closing inventory computed under LIFO **9d**

e If property is produced or acquired for resale, do the rules of section 263A apply to the entity? See instructions ☐ Yes ☒ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☒ No

For Paperwork Reduction Act Notice, see instructions.

Form **1125-A** (Rev. 11-2018)

671121

Schedule K-1
(Form 1120-S)Department of the Treasury
Internal Revenue Service**2022**

For calendar year 2022, or tax year

☐ Final K-1☐ Amended K-1

OMB No. 1545-0123

beginning

ending

Shareholder's Share of Income, Deductions, Credits, etc.
" See separate instructions.**Part I Information About the Corporation**

A Corporation's employer identification number

23-2749884

B Corporation's name, address, city, state, and ZIP code

NEW WAY MACHINE COMPONENTS, INC.
NEW WAY PRECISION
50 MCDONALD BLVD.
ASTON PA 19014

C IRS Center where corporation filed return

E-FILE

D Corporation's total number of shares

Beginning of tax year **7,500**
End of tax year **7,500****Part II Information About the Shareholder**

E Shareholder's identifying number

F Shareholder's name, address, city, state, and ZIP code

ANDREW J. DEVITT
12 N. BRYN MAWR PLACE
MEDIA PA 19063

G Current year allocation percentage

80.506667 %

H Shareholder's number of shares

Beginning of tax year **6,038**
End of tax year **6,038**

I Loans from shareholder

Beginning of tax year \$ **0**
End of tax year \$ **0**

For IRS Use Only

Part III Shareholder's Share of Current Year Income, Deductions, Credits, and Other Items

1	Ordinary business income (loss)	13	Credits
	-803,588		
2	Net rental real estate income (loss)		
3	Other net rental income (loss)		
4	Interest income		
5a	Ordinary dividends		
5b	Qualified dividends	14	Schedule K-3 is attached if checked " <input type="checkbox"/>
6	Royalties	15	Alternative minimum tax (AMT) items
		A	-106
7	Net short-term capital gain (loss)		
8a	Net long-term capital gain (loss)		
8b	Collectibles (28%) gain (loss)		
8c	Unrecaptured section 1250 gain		
9	Net section 1231 gain (loss)	16	Items affecting shareholder basis
		D	85,000
10	Other income (loss)		
		17	Other information
		V*	STM
11	Section 179 deduction		
		AC*	STM
12	Other deductions		
A	208		
18	More than one activity for at-risk purposes*		
19	More than one activity for passive activity purposes*		

* See attached statement for additional information.

671121

Schedule K-1
(Form 1120-S)Department of the Treasury
Internal Revenue Service**2022**

For calendar year 2022, or tax year

☐ Final K-1☐ Amended K-1

OMB No. 1545-0123

beginning

ending

Shareholder's Share of Income, Deductions, Credits, etc.

" See separate instructions.

Part I Information About the Corporation

A Corporation's employer identification number

23-2749884

B Corporation's name, address, city, state, and ZIP code

NEW WAY MACHINE COMPONENTS, INC.
NEW WAY PRECISION
50 MCDONALD BLVD.
ASTON PA 19014

C IRS Center where corporation filed return

E-FILE

D Corporation's total number of shares

Beginning of tax year **7,500**
End of tax year **7,500****Part II Information About the Shareholder**

E Shareholder's identifying number

F Shareholder's name, address, city, state, and ZIP code

NICHOLAS R. HACKETT
125 CARNOUSTIE WAY**MEDIA PA 19063**

G Current year allocation percentage

19.493333 %

H Shareholder's number of shares

Beginning of tax year **1,462**
End of tax year **1,462**

I Loans from shareholder

Beginning of tax year \$ **0**
End of tax year \$ **0**

For IRS Use Only

Part III Shareholder's Share of Current Year Income, Deductions, Credits, and Other Items

1	Ordinary business income (loss)	13	Credits
	-194,575		
2	Net rental real estate income (loss)		
3	Other net rental income (loss)		
4	Interest income		
5a	Ordinary dividends		
5b	Qualified dividends	14	Schedule K-3 is attached if checked " <input type="checkbox"/>
6	Royalties	15	Alternative minimum tax (AMT) items
		A	-26
7	Net short-term capital gain (loss)		
8a	Net long-term capital gain (loss)		
8b	Collectibles (28%) gain (loss)		
8c	Unrecaptured section 1250 gain		
9	Net section 1231 gain (loss)	16	Items affecting shareholder basis
		D	20,581
10	Other income (loss)		
		17	Other information
		V*	STMT
11	Section 179 deduction	AC*	STMT
12	Other deductions	A	50
18	More than one activity for at-risk purposes*		
19	More than one activity for passive activity purposes*		

* See attached statement for additional information.

Form 1125-E (Rev. 10-2016)

Form **4562**Department of the Treasury
Internal Revenue Service**Depreciation and Amortization**
(Including Information on Listed Property)

Attach to your tax return.

Go to www.irs.gov/Form4562 for instructions and the latest information.

OMB No. 1545-0172

2022Attachment
Sequence No. **179**

Name(s) shown on return

Identifying number

23-2749884**NEW WAY MACHINE COMPONENTS, INC.**

Business or activity to which this form relates

REGULAR DEPRECIATION**Part I Election To Expense Certain Property Under Section 179****Note:** If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	1,080,000
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	2,700,000
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2021 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5. See instructions	11	
12	Section 179 expense deduction. Add lines 9 and 10, but don't enter more than line 11	12	
13	Carryover of disallowed deduction to 2023. Add lines 9 and 10, less line 12	13	

Note: Don't use Part II or Part III below for listed property. Instead, use Part V.**Part II Special Depreciation Allowance and Other Depreciation (Don't include listed property. See instructions.)**

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year. See instructions	14	195,556
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	528

Part III MACRS Depreciation (Don't include listed property. See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2022	17	100
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

Section B—Assets Placed in Service During 2022 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only—see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
			27.5 yrs.	MM	S/L	
i Nonresidential real property			39 yrs.	MM	S/L	
				MM	S/L	

Section C—Assets Placed in Service During 2022 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 30-year			30 yrs.	MM	S/L	
d 40-year			40 yrs.	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions	22	196,184
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

For Paperwork Reduction Act Notice, see separate instructions.

Form **4562** (2022)

NEW WAY MACHINE COMPONENTS, INC.

23-2749884

Form 4562 (2022)

Page 1

Part V Listed Property (Include automobiles, certain other vehicles, certain aircraft, and property used for entertainment, recreation, or amusement.)**Note:** For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.**Section A—Depreciation and Other Information** (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed?					Yes	No	24b If "Yes," is the evidence written?			Yes	No
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost			
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use. See instructions								25			
26 Property used more than 50% in a qualified business use:											
		%									
		%									
27 Property used 50% or less in a qualified business use:											
		%				S/L-					
		%				S/L-					
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1								28			
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1									29		

Section B—Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1	(b) Vehicle 2	(c) Vehicle 3	(d) Vehicle 4	(e) Vehicle 5	(f) Vehicle 6
30 Total business/investment miles driven during the year (don't include commuting miles)						
31 Total commuting miles driven during the year						
32 Total other personal (noncommuting) miles driven						
33 Total miles driven during the year. Add lines 30 through 32						
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?						
36 Is another vehicle available for personal use?						

Section C—Questions for Employers Who Provide Vehicles for Use by Their EmployeesAnswer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who **aren't** more than 5% owners or related persons. See instructions.

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? See instructions		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," don't complete Section B for the covered vehicles.

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2022 tax year (see instructions):					
43 Amortization of costs that began before your 2022 tax year					43
44 Total. Add amounts in column (f). See the instructions for where to report					44
					3,581
					3,581

Form **4562**Department of the Treasury
Internal Revenue Service**Depreciation and Amortization**
(Including Information on Listed Property)

Attach to your tax return.

Go to www.irs.gov/Form4562 for instructions and the latest information.

OMB No. 1545-0172

2022Attachment
Sequence No. **179**

Name(s) shown on return

NEW WAY MACHINE COMPONENTS, INC.

Identifying number

23-2749884

Business or activity to which this form relates

COST OF GOODS SOLD**Part I Election To Expense Certain Property Under Section 179****Note:** If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	1,080,000
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	2,700,000
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2021 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5. See instructions	11	
12	Section 179 expense deduction. Add lines 9 and 10, but don't enter more than line 11	12	
13	Carryover of disallowed deduction to 2023. Add lines 9 and 10, less line 12	13	

Note: Don't use Part II or Part III below for listed property. Instead, use Part V.**Part II Special Depreciation Allowance and Other Depreciation (Don't include listed property. See instructions.)**

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year. See instructions	14	306,386
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Don't include listed property. See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2022	17	47,391
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

Section B—Assets Placed in Service During 2022 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only—see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
i Nonresidential real property	09/30/22	28,000	39 yrs.	MM	S/L	209
				MM	S/L	

Section C—Assets Placed in Service During 2022 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 30-year			30 yrs.	MM	S/L	
d 40-year			40 yrs.	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions	22	353,986
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

For Paperwork Reduction Act Notice, see separate instructions.

Form **4562** (2022)

Section 199A Information Worksheet		2022
Form 1120-S	For calendar year 2022 or tax year beginning _____, ending _____	
Name NEW WAY MACHINE COMPONENTS, INC.		Employer Identification Number 23-2749884

	Activity Description	Pass-Through Entity EIN	PTP	Aggregated	SSTB
Column A	PAGE 1 ACTIVITY		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Column B			<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Column C			<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Column D			<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Column E			<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

QBI or Qualified PTP items:	Column A	Column B	Column C	Column D	Column E
Ordinary business income (loss)	-998,163				
Net rental real estate income (loss)					
Other net rental income (loss)					
Royalty income (loss)					
Section 1231 gain (loss)					
Other income (loss)					
Section 179 deduction					
Other deductions					
W-2 wages	4,796,985				
Qualified property	3,158,036				

Other Information:

QBI allocable to cooperative prmts received
W-2 wages allocable to qualified payments
Section 199A(g) deduction

Section 199A REIT dividends

11002533 NEW WAY MACHINE COMPONENTS, INC.

23-2749884

FYE: 12/31/2022

Federal Statements**Statement 1 - Form 1120-S, Page 1, Line 5 - Other Income (Loss)**

Description	Amount
MISCELLANEOUS	\$ 34,728
TOTAL	\$ 34,728

Statement 2 - Form 1120-S, Page 1, Line 19 - Other Deductions

Description	Amount
AUTO AND TRUCK EXPENSE	\$ 4,707
BANK FEES & CHARGES	25,373
BUSINESS INSURANCE	75,864
DUES & SUBSCRIPTIONS	15,489
OFFICE/WEBSITE/CLEANING/POSTA	216,503
PAYROLL & RETIREMENT SERVICE	10,995
PROFESSIONAL FEES	119,239
SOFTWARE & LICENSE EXPENSES	108,356
TELEPHONE	39,813
TRADE SHOW EXPENSE	16,341
TRAINING & SEMINARS	4,867
UTILITIES	78,732
TRAVEL	50,334
AMORTIZATION	3,581
100% OF MEALS	21,158
TOTAL	\$ 791,352

Statement 3 - Form 1120-S, Page 3, Schedule K, Line 12a - Cash Contributions

Description	Cash Contrib 60%	Cash Contrib 30%	Total
VARIOUS	\$ 258	\$	\$ 258
TOTAL	\$ 258	\$ 0	\$ 258

Statement 4 - Form 1120-S, Page 4, Schedule K, Line 17d - Other Items and Amounts

Description	Amount
SECTION 199A INFORMATION - SEE ATTACHED WRK	\$

11002533 NEW WAY MACHINE COMPONENTS, INC.

23-2749884

FYE: 12/31/2022

Federal Statements**Statement 5 - Form 1120-S, Page 4, Schedule L, Line 6 - Other Current Assets**

Description	Beginning of Year	End of Year
PREPAID EXPENSES	\$ 59,041	\$ 72,056
EQUIPMENT DEPOSIT		58,278
STOCKHOLDER ADVANCE-NICK	32,490	
GRANT RECEIVABLE	402,921	430,030
STOCKHOLDER ADVANCE-DREW	20,492	5,278
TOTAL	\$ 514,944	\$ 565,642

Statement 6 - Form 1120-S, Page 4, Schedule L, Line 14 - Other Assets

Description	Beginning of Year	End of Year
ROU ASSET	\$	\$ 1,468,745
TOTAL	\$ 0	\$ 1,468,745

Statement 7 - Form 1120-S, Page 4, Schedule L, Line 18 - Other Current Liabilities

Description	Beginning of Year	End of Year
ACCRUED PAID TIME OFF	\$ 63,412	\$
ACCRUED OTHER EXPENSE	23,193	
CUSTOMER DEPOSITS	311,699	90,860
ACCRUED EXPENSE	703	192,363
TOTAL	\$ 399,007	\$ 283,223

Statement 8 - Form 1120-S, Page 5, Schedule M-1, Line 3 - Expenses on Books Not on Return

Description	Amount
ACCRUED PTO	\$ 6,899
ACCRUED RELATED PARTY RENT	45,000
AMORTIZATION BOOK/TAX DIFF	298
TOTAL	\$ 52,197

Statement 9 - Form 1120-S, Page 5, Schedule M-1, Line 6 - Deductions on Return Not on Books

Description	Amount
INVENTORY RESERVE CHANGE	\$ 64,588
TOTAL	\$ 64,588

11002533 NEW WAY MACHINE COMPONENTS, INC.

23-2749884

Federal Statements

FYE: 12/31/2022

Statement 10 - Form 1120-S, Page 5, Schedule M-2, Line 5(a) - Other Reductions

<u>Description</u>	<u>Amount</u>
AAA REDEMPTION ADJUSTMENT	\$
CHARITABLE CONTRIBUTIONS	<u>258</u>
TOTAL	<u>\$ 258</u>

11002533 NEW WAY MACHINE COMPONENTS, INC.

23-2749884

Federal Statements

FYE: 12/31/2022

Statement 11 - Form 1125-A, Line 5 - Other Costs

<u>Description</u>	<u>Amount</u>
FREIGHT	\$ 318,832
PAYROLL TAXES	248,931
EMPLOYEE BENEFITS	833,745
RENT	176,592
UTILITIES EXPENSE	80,625
REPAIRS & MAINTENANCE	9,971
SUBCONTRACTING	348,782
SUPPLIES	880,381
MISCELLANEOUS EXPENSE	2,462
DEPRECIATION	353,986
TOTAL	\$ <u>3,254,307</u>

11002533 NEW WAY MACHINE COMPONENTS, INC.

23-2749884

FYE: 12/31/2022

Federal Statements**ANDREW J. DEVITT**
**Schedule K-1, Box 17, Code AC - Gross Receipts for Section 448(c)**

Description	Shareholder Amount
8990 GROSS RECEIPTS FOR 2021	8,263,559
8990 GROSS RECEIPTS FOR 2020	7,533,777
8990 GROSS RECEIPTS FOR 2019	8,383,507

11002533 NEW WAY MACHINE COMPONENTS, INC.

23-2749884

FYE: 12/31/2022

Federal Statements**NICHOLAS R. HACKETT**
**Schedule K-1, Box 17, Code AC - Gross Receipts for Section 448(c)**

Description	Shareholder Amount
8990 GROSS RECEIPTS FOR 2021	2,000,881
8990 GROSS RECEIPTS FOR 2020	1,824,177
8990 GROSS RECEIPTS FOR 2019	2,029,925

Form 1120-S Schedule K-1	Schedule K-1, Box 17, Code V Shareholder's Section 199A Information	2022
For calendar year 2022 or tax year beginning _____, ending _____		
Name NEW WAY MACHINE COMPONENTS, INC. ANDREW J. DEVITT		Taxpayer Identification Number 23-2749884 <div style="background-color: black; width: 100px; height: 15px; margin-top: 5px;"></div>

	Activity Description	Pass-Through Entity EIN	PTP	Aggregated	SSTB
Column A	PAGE 1 ACTIVITY		□	□	□
Column B			□	□	□
Column C			□	□	□
Column D			□	□	□
Column E			□	□	□

	Column A	Column B	Column C	Column D	Column E
QBI or Qualified PTP items:					
Ordinary business income (loss)	-803,588				
Net rental real estate income (loss)					
Other net rental income (loss)					
Royalty income (loss)					
Section 1231 gain (loss)					
Other income (loss)					
Section 179 deduction					
Other deductions					
W-2 wages	3,861,893				
Qualified property	2,542,430				

Other Information:

QBI allocable to cooperative pmts received
 W-2 wages allocable to qualified payments
 Section 199A(g) deduction

Section 199A REIT dividends

Form 1120-S Schedule K-1	Schedule K-1, Box 17, Code V Shareholder's Section 199A Information	2022
For calendar year 2022 or tax year beginning _____, ending _____		
Name NEW WAY MACHINE COMPONENTS, INC. NICHOLAS R. HACKETT		Taxpayer Identification Number 23-2749884 <div style="background-color: black; width: 100px; height: 15px; margin-top: 5px;"></div>

	Activity Description	Pass-Through Entity EIN	PTP	Aggregated	SSTB
Column A	PAGE 1 ACTIVITY		<div style="border: 1px solid black; height: 20px; width: 10px;"></div>	<div style="border: 1px solid black; height: 20px; width: 10px;"></div>	<div style="border: 1px solid black; height: 20px; width: 10px;"></div>
Column B			<div style="border: 1px solid black; height: 20px; width: 10px;"></div>	<div style="border: 1px solid black; height: 20px; width: 10px;"></div>	<div style="border: 1px solid black; height: 20px; width: 10px;"></div>
Column C			<div style="border: 1px solid black; height: 20px; width: 10px;"></div>	<div style="border: 1px solid black; height: 20px; width: 10px;"></div>	<div style="border: 1px solid black; height: 20px; width: 10px;"></div>
Column D			<div style="border: 1px solid black; height: 20px; width: 10px;"></div>	<div style="border: 1px solid black; height: 20px; width: 10px;"></div>	<div style="border: 1px solid black; height: 20px; width: 10px;"></div>
Column E			<div style="border: 1px solid black; height: 20px; width: 10px;"></div>	<div style="border: 1px solid black; height: 20px; width: 10px;"></div>	<div style="border: 1px solid black; height: 20px; width: 10px;"></div>

QBI or Qualified PTP items:	Column A	Column B	Column C	Column D	Column E
Ordinary business income (loss)	-194,575				
Net rental real estate income (loss)					
Other net rental income (loss)					
Royalty income (loss)					
Section 1231 gain (loss)					
Other income (loss)					
Section 179 deduction					
Other deductions					
W-2 wages	935,092				
Qualified property	615,606				

Other Information:

QBI allocable to cooperative pmts received
 W-2 wages allocable to qualified payments
 Section 199A(g) deduction

Section 199A REIT dividends

Year Ending: December 31, 2022

23-2749884

NEW WAY MACHINE COMPONENTS, INC.
50 MCDONALD BLVD.
ASTON, PA 19014

Section 1.263(a)-1(f) De Minimis Safe Harbor Election

Under Regulation 1.263(a)-1(f), the taxpayer hereby elects to apply the de minimis safe harbor election to all qualifying property placed in service during the tax year.

Electronic Filing - PDF Attachment Worksheet

Form **1120/**
1120-S

For calendar year 2022 or tax year beginning

, ending

Name

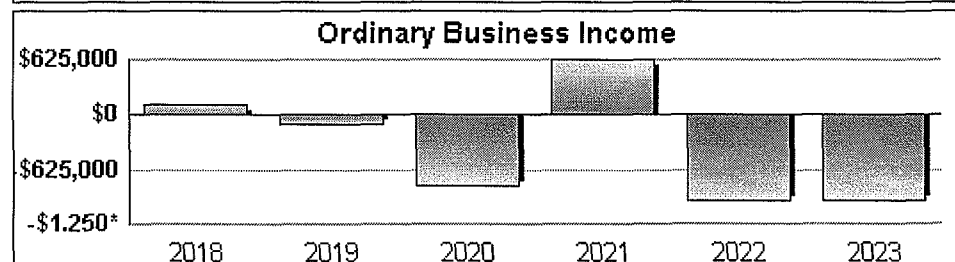
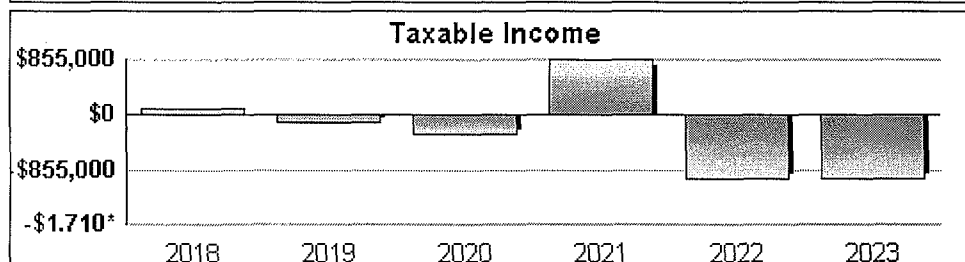
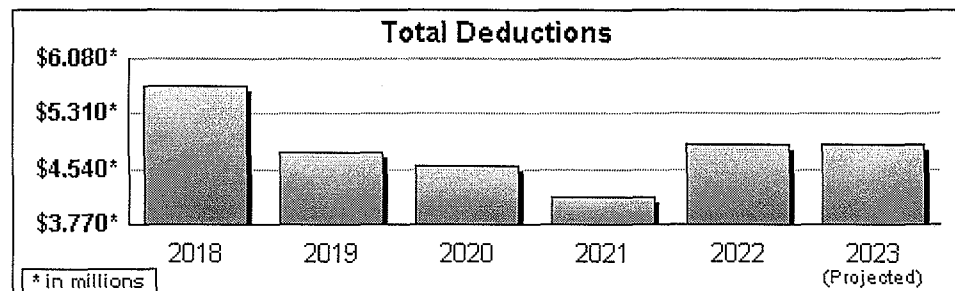
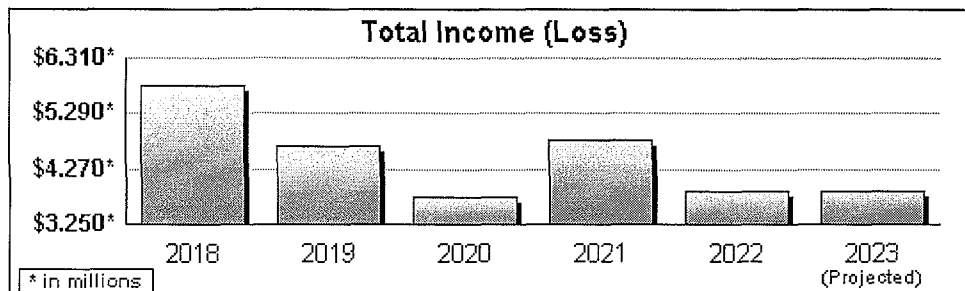
NEW WAY MACHINE COMPONENTS, INC.

Title	Attachment Sour
AUTOMATICALLY ATTACHED TO RETURN SECTION 199A INFORMATION WORKSHEET SHAREHOLDER SECTION 199A INFORMATION WORKSHEET	SECTION199AINFORMATIONWORKSHEET.1 SHAREHOLDERSECTION199AINFORMATIO

Form 1120-S	Tax Return History Report Page 1	2022
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Name NEW WAY MACHINE COMPONENTS, INC.	Employer Identification Number 23-2749884
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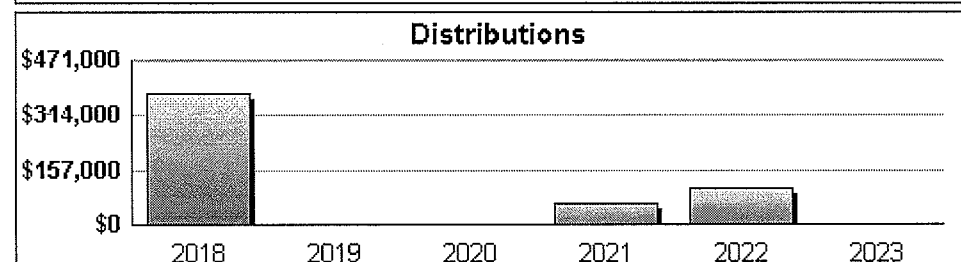
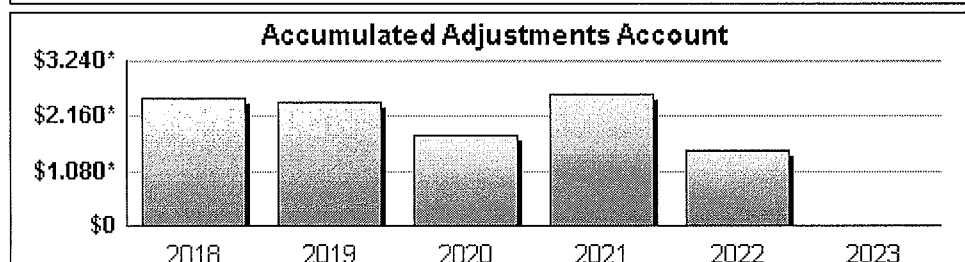
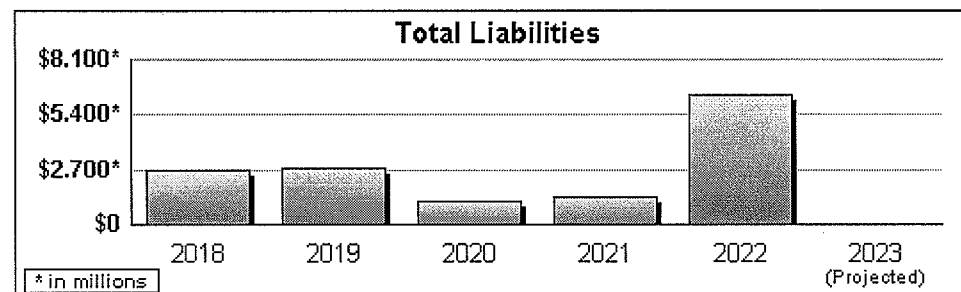
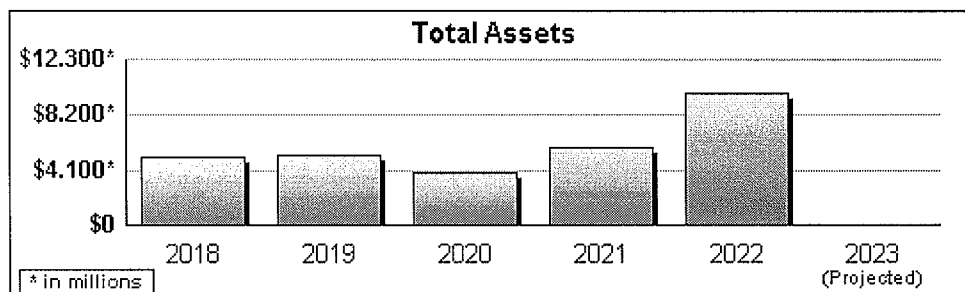
	2018	2019	2020	2021	2022	2023 PROJECTED
Net receipts	12,962,948	10,397,951	8,820,225	10,017,792	13,163,522	13,163,522
Cost of goods sold	7,158,858	5,734,568	5,070,555	5,254,026	9,320,012	9,320,012
Gross profit	5,804,090	4,663,383	3,749,670	4,763,766	3,843,510	3,843,510
Gross profit percentage	44.7745	44.8491	42.5122	47.5531	29.1982	29.1982
Other income (loss)	777	15,481	11,529	16,648	34,728	34,728
Total income (loss)	5,804,867	4,678,864	3,761,199	4,780,414	3,878,238	3,878,238
Officer compensation	550,000	596,000	675,312	740,212	591,431	591,431
Salaries and wages	2,243,680	1,764,369	1,775,322	1,122,176	1,917,201	1,917,201
Bad debts						
Taxes and licenses	269,365	235,181	220,808	249,042	251,912	251,912
Interest	92,011	111,142	66,694	21,473	77,655	77,655
Depreciation	51,997	77,899	34,930	30,604	196,184	196,184
Depletion (other than oil and gas)						
Pension and employee benefits	867,855	814,672	876,276	931,338	916,340	916,340
Other deductions	1,614,577	1,189,331	922,512	1,059,188	925,678	925,678
Total deductions	5,689,485	4,788,594	4,571,854	4,154,033	4,876,401	4,876,401
Ordinary business income (loss)	115,382	-109,730	-810,655	626,381	-998,163	-998,163



Form 1120-S	Tax Return History Report Page 2	2022
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Name NEW WAY MACHINE COMPONENTS, INC.	Employer Identification Number 23-2749884
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	2018	2019	2020	2021	2022	2023 PROJECTED
Ordinary business income (loss)	115,382	-109,730	-810,655	626,381	-998,163	-998,163
Net rental income (loss)						
Interest, dividends and royalties			526,200	230,000		
Net capital gain (loss)						
Net Section 1231 gain (loss)						
Other income (loss)						
Section 179 deduction						
Charitable contributions	9,887	3,715	4,483	750	258	258
Other deductions						
Foreign taxes paid or accrued						
S Corporation taxable income (loss)	105,495	-113,445	-288,938	855,631	-998,421	-998,421
Total assets	5,136,366	5,239,254	3,966,716	5,835,602	9,777,608	
Total liabilities	2,628,882	2,787,266	1,166,049	1,375,989	6,427,642	
Net equity	2,507,484	2,451,988	2,800,667	4,459,613	3,349,966	
S Corporation book income (loss)	219,983	-97,092	566,189	1,718,454	-736,439	
Accumulated earnings & profits						
Accumulated adjustments account	2,524,366	2,438,641	1,786,836	2,582,959	1,478,957	
Retained earnings timing differences	904,188	934,417	1,174,611	1,059,537	1,053,892	
Distributions from S Corporation earnings	377,000			59,508	105,581	
Dividend distributions						



11002533 NEW WAY MACHINE COMPONENTS, INC. Document Page 34 of 36

23-2749884

Federal Statements

FYE: 12/31/2022

Form 1120-S, Page 1, Line 1a - Gross Receipts or Sales

Description	Amount
	\$ 13,163,522
TOTAL	\$ 13,163,522

Form 1120-S, Page 1, Line 12 - Taxes and Licenses

Description	Amount
PAYROLL TAXES	\$ 251,912
TOTAL	\$ 251,912

Form 1120-S, Page 1, Line 13 - Interest

Description	Amount
	\$ 77,655
TOTAL	\$ 77,655

Form 1120-S, Page 1, Line 18 - Employee Benefit Programs

Description	Amount
EMPLOYEE BENEFIT PROGRAM	\$ 843,730
TOTAL	\$ 843,730

Form 1120-S, Page 4, Schedule L, Line 2a - Trade Notes and Accounts Receivable

Description	Beginning of Year	End of Year
	\$ 1,145,105	\$ 2,219,371
TOTAL	\$ 1,145,105	\$ 2,219,371

Form 1120-S, Page 4, Schedule L, Line 2b - Allowance for Bad Debts

Description	Beginning of Year	End of Year
	\$ 2,000	\$ 2,000
TOTAL	\$ 2,000	\$ 2,000

11002533 NEW WAY MACHINE COMPONENTS, INC.

23-2749884

Federal Statements

FYE: 12/31/2022

Form 1120-S, Page 4, Schedule L, Line 3 - Inventories

Description	Beginning of Year	End of Year
	\$ 2,585,286	\$ 3,665,366
TOTAL	\$ 2,585,286	\$ 3,665,366

Form 1120-S, Page 4, Schedule L, Line 17 - Mortgages, Notes, Bonds Payable in Less Than One Year

Description	Beginning of Year	End of Year
LINE OF CREDIT	\$	\$ 2,700,000
CURRENT PORTION OF LT DEBT	183,377	182,296
CURRENT PORTION- LEASE		280,113
TOTAL	\$ 183,377	\$ 3,162,409

Form 1120-S, Page 4, Schedule L, Line 20 - Mortgages, Notes, Bonds Payable in One Year or More

Description	Beginning of Year	End of Year
LT DEBT	\$ 288,062	\$ 706,469
LT PORTION OF LEASES		1,213,883
TOTAL	\$ 288,062	\$ 1,920,352

Form 1120-S, Page 4, Schedule L, Line 23 - Additional Paid-In Capital

Description	Beginning of Year	End of Year
	\$ 20,284	\$ 20,284
TOTAL	\$ 20,284	\$ 20,284

Form 1120-S, Page 4, Schedule L, Line 26 - Cost of Treasury Stock

Description	Beginning of Year	End of Year
	\$ 1,069,302	\$ 1,069,302
TOTAL	\$ 1,069,302	\$ 1,069,302

11002533 NEW WAY MACHINE COMPONENTS, INC.

23-2749884

Federal Statements

FYE: 12/31/2022

Form 1125-A, Line 3 - Cost of Labor

<u>Description</u>	<u>Amount</u>
COST OF LABOR	\$ <u>2,485,761</u>
TOTAL	\$ <u><u>2,485,761</u></u>